

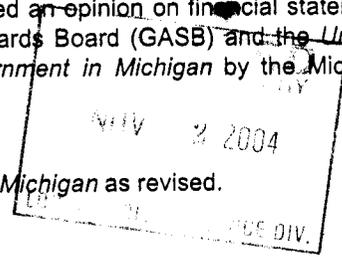
**FREEPORT DISTRICT LIBRARY**  
**FINANCIAL STATEMENTS**  
For the year ended June 30, 2004

# AUDITING PROCEDURES REPORT

Issued under P.A. 2 of 1968, as amended. Filing is mandatory.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Government Name <b>FREEPORT DISTRICT LIBRARY</b>	County <b>BARRY</b>
Audit Date <b>JUNE 30, 2004</b>	Opinion Date <b>SEPTEMBER 14, 2004</b>	Date Accountant Report Submitted to State: <b>OCTOBER 29, 2004</b>	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan by the Michigan Department of Treasury.



We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- yes  no 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- yes  no 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- yes  no 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- yes  no 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- yes  no 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- yes  no 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- yes  no 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- yes  no 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- yes  no 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

**We have enclosed the following:**

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			x
Reports on individual federal financial assistance programs (program audits).			x
Single Audit Reports (ASLGU).			x

Certified Public Accountant (Firm Name) <b>WALKER FLUKE &amp; SHELTON, PLLC</b>			
Street Address <b>525 W APPLE ST</b>	City <b>HASTINGS</b>	State <b>MI</b>	ZIP <b>49058</b>
Accountant Signature <b>Katherine K. Sheldon, CPA</b>		<b>Walker, Fluke &amp; Sheldon, PLLC</b>	

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**WALKER, FLUKE & SHELDON, PLC**  
CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITORS' REPORT**

To the Library Board  
Freeport District Library, Barry County, Michigan

We have audited the accompanying basic financial statements of Freeport District Library, Barry County, Michigan, as of June 30, 2004 and for the year then ended, as listed in the table of contents. These basic financial statements are the responsibility of Freeport District Library, Barry County, Michigan's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of Freeport District Library, Barry County, Michigan, as of June 30, 2004, and the changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The required supplementary information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of Freeport District Library, Barry County, Michigan. This information has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

The management discussion and analysis included in the financial section of the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of Freeport District Library, Barry County, Michigan. We did not examine this data and, accordingly, do not express an opinion thereon.

As discussed in the Notes, the Library adopted Governmental Accounting Standards Board Statement Number 34 during the current year. As a result, these financial statements present entirely new financial information. Governmental activities report information by individually significant fund, as well as in total on the full accrual basis of accounting.

Hastings, Michigan  
September 14, 2004

*Walker, Fluke & Sheldon, PLC*

## MANAGEMENT'S DISCUSSION & ANALYSIS

As management of the Freeport District Library, Freeport, Michigan, we offer readers of the Library's financial statements this narrative overview and analysis of the financial activities of the Library for the fiscal year ended June 30, 2004. This being the initial year of adoption, comparative information is not presented. The analysis focuses on significant financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the Library. Please consider the information presented here in conjunction with the Library's financial statements.

The basic financial statements include information that presents two different views of the Library:

- The first column of the financial statements includes information on the Library's General Fund under the modified accrual method. These Fund Financial Statements focus on current financial resources and provide a more detailed view about the accountability of the Library's sources and uses of funds.
- The adjustment column of the financial statements represents adjustments necessary to convert the fund financial statements to the government-wide financial statements under the full accrual method.
- The government wide financial statement columns provide both long-term and short-term information about the Library's overall financial status. The statement of net assets and the statement of activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances. These statements tell how these services were financed in the short-term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

### CONDENSED FINANCIAL INFORMATION

The table below reports key financial information in a condensed format:

Current Assets	\$ 80,598
Capital Assets	<u>3,937</u>
Total Assets	<u>84,535</u>
 Liabilities	 <u>-</u>
 Net Assets	
Invested in Capital Assets, Net of Debt	3,937
Restricted	-
Unrestricted	<u>80,598</u>
Total Net Assets	<u>\$ 84,535</u>
 Revenue	
Property Taxes	\$ 55,518
Other	<u>22,786</u>
Total Revenue	78,304
 Expenses - Library Services	 <u>72,555</u>
 Change in Net Assets	 <u>\$ 5,749</u>

### The Library as a Whole

The Library's primary source of revenue is from property taxes, which represent 71 percent of total revenue.

Salaries and fringes continue to be a significant expense of the Library, representing 54 percent of the Library's total expenses.

### The Library's Fund

Our analysis of the Library's major fund is included on pages 4 and 5 in the first column of the respective statements. The fund column provides detailed information about the most significant fund, not the Library as a whole. The Library Board has the ability to create separate funds to help manage money for specific purposes, and to maintain accountability for certain activities, such as special property tax millages. The Library's major fund consists solely of the General Fund.

The fund balance of the General Fund increased during the current year by \$8,642. The increase was due in part to receiving a grant from the Reed Act/Gates Foundation and not purchasing equipment, which was budgeted for in the current year.

### Library Budgetary Highlights

Over the course of the year, the Library Board amended the budget to take into account events that occurred during the year. The most significant amendments occurred in state grants and capital outlay.

The increase in the budgeted revenues was due to a Reeds Act/Gates Foundation Grant. This grant was awarded to the Library to cover half the cost of the Library's internet access fees.

### Capital Assets

At the end of the fiscal year, the Library had \$17,023 invested in furniture and equipment. The Library did not add any new capital assets during the current year. The Library disposed of assets and made adjustments to its capital asset listing during the fiscal year resulting in a net decrease in the cost basis of \$9,762 and net book value of \$1,902.

### Economic Factors and Next Year's Budgets and Rates

The Library was notified in May 2004 that it would receive the second year installment of the Reed Act/Gates Foundation Grant. The Library board approved increasing the budget for capital outlay expenditures.

### Contacting the Library's Management

This financial report is intended to provide our citizens, taxpayers, customers and investors with a general overview of the Library's finances and to show the Library's accountability for the money it receives. If you have any questions about this report or need additional information, we welcome you to call the library director Joanne Hesselink at (616) 765-5181 or email her at [fre@llcoop.org](mailto:fre@llcoop.org).

**FREEPORT DISTRICT LIBRARY  
GOVERNMENTAL FUND BALANCE SHEET -  
STATEMENT OF NET ASSETS  
June 30, 2004**

	<b>General Fund Modified Accrual Basis</b>	<b>Adjustments (See Notes)</b>	<b>Statement of Net Assets</b>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 35,972	\$ -	\$ 35,972
Investments	42,593	-	42,593
Receivables			
Taxes	2,033	-	2,033
Capital Assets	<u>-</u>	<u>3,937</u>	<u>3,937</u>
Total Assets	<u>\$ 80,598</u>	<u>\$ 3,937</u>	<u>84,535</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ -	\$ -	-
Accrued Liabilities	-	-	-
Deferred Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE / NET ASSETS</b>			
Fund Balances			
Unreserved-Undesignated	80,598	(80,598)	-
Designated	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balance	<u>80,598</u>	<u>(80,598)</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 80,598</u>		
Net Assets			
Invested in Capital Assets-Net of Related Debt		3,937	3,937
Restricted		-	-
Unrestricted		<u>80,598</u>	<u>80,598</u>
Total Net Assets		<u>\$ 84,535</u>	<u>\$ 84,535</u>

The Notes to Financial Statements are an integral part of this statement.

**FREEPORT DISTRICT LIBRARY**  
**STATEMENT OF GOVERNMENTAL REVENUE, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE - STATEMENT OF ACTIVITIES**  
**Year Ended June 30, 2004**

	<b>General Fund Modified Accrual Basis</b>	<b>Adjustments (See Notes)</b>	<b>Statement of Net Assets</b>
<b>Revenue</b>			
Property Tax	\$ 55,518	\$ -	\$ 55,518
Penal Fines	9,877	-	9,877
State Aid	4,377	-	4,377
State Grant	2,847	-	2,847
Library Fines and Fees	2,886	-	2,886
Contributions and Donations	1,889	-	1,889
Interest on Investments	910	-	910
<b>Total Revenue</b>	<u>78,304</u>	<u>-</u>	<u>78,304</u>
<b>Expenditures</b>			
Wages and Fringes	39,209	-	39,209
Books and Materials	10,561	-	10,561
Programs	318	-	318
Lakeland Library Fees	10,638	-	10,638
Supplies	2,781	-	2,781
Rent and Insurance	3,303	-	3,303
Telephone	453	-	453
Workshops and Mileage	444	-	444
Audit Fees	1,650	-	1,650
Miscellaneous	305	-	305
Capital Outlay	-	-	-
Depreciation	-	991	991
Loss on Disposal of Assets	-	1,902	1,902
<b>Total Expenditures</b>	<u>69,662</u>	<u>2,893</u>	<u>72,555</u>
<b>Excess of Revenue Over (Under) Expenditures / Change in Net Assets</b>	8,642	(2,893)	5,749
<b>Fund Balance - Beginning of Year</b>	<u>71,956</u>	<u>6,830</u>	<u>78,786</u>
<b>Fund Balance - End of Year</b>	<u>\$ 80,598</u>	<u>\$ 3,937</u>	<u>\$ 84,535</u>

The Notes to Financial Statements are an integral part of this statement.

**FREEPORT DISTRICT LIBRARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2004**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the Freeport District Library conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Freeport District Library:

In June 1999, the GASB issued Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. Certain of the significant changes in the Statement include the following:

- A Management's Discussion and Analysis (MD&A) section providing an analysis of the Library's overall financial position and results of operations
- Financial statements prepared using full accrual accounting for all of the Library's activities

These and other changes are reflected in the accompanying financial statements (including notes to the financial statements).

**REPORTING ENTITY**

The Library is located in the Village of Freeport, Michigan and is governed by an appointed six-member board. The Library is primarily funded through a tax levy, state aid and grants, fines and fees, and charitable contributions. Revenue is used to operate and staff the Library. The accompanying basic financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. Based on the significance of any operational or financial relationships with the Library, there are no component units to be included in these financial statements.

**MEASUREMENT FOCUS/BASIS OF ACCOUNTING**

The Library's basic financial statements include both government-wide (reporting the Library as a whole) and fund financial statements (reporting the Library's major funds).

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of net assets includes and recognizes all long-term assets and receivables as well as long-term debt and obligations. The Library's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) charges to library patrons who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meet the operational or capital requirements of a particular function or segment. Taxes and other items are not properly included among program revenues, and are reported instead as general revenue.

**FREEPORT DISTRICT LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**FUND FINANCIAL STATEMENTS**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Library considers revenues to be available if they are collected with 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

The Library reports the following major governmental funds:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the Library, except those required to be accounted for in another fund.

**ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY**

**Bank Deposits and Investments** - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

**Receivables - Taxes** - The Library's property taxes are levied and become a lien on each December 1 based on the taxable valuation of property located in the Library's service area as of the preceding December 31st. These taxes are collected by the Townships and are due on February 28. After that date, they are added to the county delinquent tax rolls.

The 2003 State taxable valuation of the Library totaled \$116,862,522 on which ad valorem taxes levied consisted of .4733 mills for Library operating purposes, raising \$55,518. This amount is recognized in the financial statements as property tax revenue.

The delinquent real property taxes of the Library are purchased by Barry County. The County intends to sell tax notes, the proceeds of which will be used to pay the Library for these property taxes.

**Capital Assets** - Capital assets are defined by the Library as assets with an initial cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost. Donated assets are reported at estimated fair market value at the date of donation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following useful lives:

Furniture	10 years
Equipment	7 years
Computer Equipment	3 years

**Fund Balance** - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**FREEPORT DISTRICT LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**BUDGETS, BUDGETARY ACCOUNTING AND BUDGET BASIS OF ACCOUNTING**

Budgets are adopted for all governmental fund types, as required by law. Budgets for the general fund are adopted at the line item level and reported in the budgetary comparison schedule at this level. The Library uses the same basis of accounting for budgeting purposes as for financial statement presentation.

**ENCUMBRANCE ACCOUNTING**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by Freeport District Library.

**USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**BALANCE SHEET - CASH AND INVESTMENTS**

Michigan Compiled Laws Section 129.91, authorizes the Library to deposit and invest in the accounts of Federally insured banks, credit unions and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

The Library has designated one bank for the deposit of Freeport District Library funds. The Freeport District Library has adopted an investment policy in accordance with Public Act 196 of 1997 authorizing investments in bonds and securities of the United States government, bank accounts and certificates of deposit, and commercial paper rated at the highest classification.

The Library's deposits and investments are in accordance with statutory authority.

**FREEPORT DISTRICT LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004**

**BALANCE SHEET - CASH AND INVESTMENTS (Continued)**

At year-end, the Freeport District Library's deposits and investments were reported in the basic financial statements as follows:

<u>DEPOSIT</u>	<u>CARRYING AMOUNT</u>	<u>BANK BALANCE</u>
Insured (FDIC)	\$ 78,565	\$ 88,035
Uninsured	<u>-</u>	<u>-</u>
Total Deposits	<u>\$ 78,565</u>	<u>\$ 88,035</u>
Cash and Cash Equivalents	\$ 35,972	\$ 45,442
Investments in Certificated of Deposit with a Maturity greater Than Three Months	<u>42,593</u>	<u>42,593</u>
Total Deposits	<u>\$ 78,565</u>	<u>\$ 88,035</u>

**CAPITAL ASSETS**

Capital asset activity for the current year was as follows:

	<u>BALANCE 6/30/2003</u>	<u>ADDITIONS</u>	<u>RETIRE- MENTS</u>	<u>ADJUST- MENTS</u>	<u>BALANCE 6/30/2004</u>
Capital Assets Being Depreciated					
Furniture and Fixtures	\$ 12,329	\$ -	\$ -	\$ (1,545)	\$ 10,784
Equipment	<u>14,456</u>	<u>-</u>	<u>6,558</u>	<u>(1,659)</u>	<u>6,239</u>
Total Capital Assets	26,785	-	6,558	(3,204)	17,023
Less: Accumulated Depreciation	<u>19,955</u>	<u>991</u>	<u>6,132</u>	<u>(1,728)</u>	<u>13,086</u>
Net Capital Assets	<u>\$ 6,830</u>	<u>\$ (991)</u>	<u>\$ 426</u>	<u>\$ (1,476)</u>	<u>\$ 3,937</u>

The adjustments above reflect corrections made during the current year to adjust the carrying balances to the library's actual physical asset listing and eliminate all assets under the library's cost threshold of \$1,000.

Depreciation expense was charged to programs as follows:

Governmental Activities	
Recreational and Cultural	<u>\$ 991</u>
Total Governmental Activities	<u>\$ 991</u>

**FREEPORT DISTRICT LIBRARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2004**

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**RISK MANAGEMENT**

The Library is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries. The Library has purchased commercial insurance for property and equipment damage and theft.

Settled claims for the commercial insurance have not exceeded the amount of coverage in any of the past three years. There is no reduction in coverages obtained through commercial insurance during the past year.

**RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

Total fund balance and the net change in fund balance of the Library's governmental fund differs from net assets and changes in net assets of the governmental activities reported in the statement of net assets and statement of activities. This difference primarily results from the long-term focus of the statement of net assets and statement of activities versus the current financial resources focus of the governmental fund balance sheet and statement of revenue, expenditures, and change in fund balance.

The following is a reconciliation of fund balance to net assets:

<b>Total Fund Balance - Modified Accrual Basis</b>	\$ 80,598
Amounts reported in the statement of net assets are different because:	
Capital assets are not financial resources, and are not reported in the funds	<u>3,937</u>
<b>Net Assets of General Fund - Full Accrual Basis</b>	<u>\$ 84,535</u>

The following is a reconciliation of the net change in fund balance to the net change in net assets:

<b>Net Change in Fund Balances - Modified Accrual Basis</b>	\$ 8,642
Amounts reported in the statement of net activities are different because:	
Capital outlays are reported as expenditures in the statement of revenue, expenditures, and changes in fund balance; in the statement of activities, these costs are allocated over their estimated useful lives as depreciation	
Depreciation	(991)
Loss on sale of assets	<u>(1,902)</u>
<b>Change in Net Assets of General Fund - Full Accrual Basis</b>	<u>\$ 5,749</u>

**FREEPORT DISTRICT LIBRARY**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**  
Year Ended June 30, 2004

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance with Amended Budget</u>
<b>Revenue</b>				
Property Tax	\$ 54,000	\$ 54,000	\$ 55,518	\$ 1,518
Penal Fines	10,000	10,000	9,877	(123)
State Aid	3,880	3,880	4,377	497
State Grant	-	2,847	2,847	-
Library Fines and Fees	2,620	2,820	2,886	66
Contributions and Donations	1,600	1,400	1,889	489
Interest on Investments	1,000	1,000	910	(90)
<b>Total Revenue</b>	<u>73,100</u>	<u>75,947</u>	<u>78,304</u>	<u>2,357</u>
<b>Expenditures</b>				
Wages and Fringes	41,180	41,180	39,209	1,971
Books and Materials	11,000	11,000	10,561	439
Programs	350	350	318	32
Lakeland Library Fees	10,020	10,702	10,638	64
Supplies	3,300	3,300	2,781	519
Rent and Insurance	3,350	3,350	3,303	47
Telephone	550	550	453	97
Workshops and Mileage	1,000	1,000	444	556
Audit Fees	1,850	1,850	1,650	200
Miscellaneous	500	500	305	195
Capital Outlay	-	2,165	-	2,165
<b>Total Expenditures</b>	<u>73,100</u>	<u>75,947</u>	<u>69,662</u>	<u>6,285</u>
<b>Excess of Revenue Over Expenditures</b>	-	-	8,642	8,642
<b>Fund Balance - Beginning of Year</b>	<u>71,956</u>	<u>71,956</u>	<u>71,956</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u>\$ 71,956</u>	<u>\$ 71,956</u>	<u>\$ 80,598</u>	<u>\$ 8,642</u>